

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House  
(317) 232-9855

**FISCAL IMPACT STATEMENT**

**LS 6544**

**BILL NUMBER: HB 1815**

**DATE PREPARED:** Jan 10, 2001

**BILL AMENDED:**

**SUBJECT:** PERF and TRF COLAs.

**FISCAL ANALYST:** James Sperlik

**PHONE NUMBER:** 232-9866

**FUNDS AFFECTED:**

**GENERAL  
DEDICATED  
FEDERAL**

**IMPACT:** Pending

**Summary of Legislation:** This bill provides a cost of living adjustment (COLA) in 2001 to members of the Public Employees' Retirement Fund (PERF) and members of the Indiana State Teachers' Retirement Fund (TRF) (or their survivors or beneficiaries) who retired or were disabled before July 2, 1999. It provides a COLA in 2002 to members of PERF or TRF (or their survivors or beneficiaries) who retired or were disabled before July 2, 2000. The bill provides a supplemental "thirteenth check" benefit to retired teachers and certain retired public employees (or their survivors or beneficiaries) on November 1, 2001, and on November 1, 2002. It provides an additional cost of living adjustment (COLA) in 2001 and 2002 to retired or disabled members of PERF and TRF. The bill provides that the additional COLA is equal to the amount necessary to provide: (1) members who retired or were disabled before July 2, 1978, with pension benefits having at least 70% of the purchasing power of the pension benefits received by those members when they first retired (payable in 2001); and (2) members who retired or were disabled before July 2, 1984, with pension benefits having at least 75% of the purchasing power of the pension benefits received by the those members when they first retired (payable in 2002).

**Effective Date:** July 1, 2001; July 1, 2002.

**Explanation of State Expenditures:** *As of the above date, the fiscal analysis of this bill has not been completed. Please contact the Office of Fiscal and Management Analysis for an update of this fiscal impact statement.*

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:**

**Local Agencies Affected:**

**Information Sources:**